



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 1055** HLS 10RS 1729
Bill Text Version: **ENGROSSED**
Opp. Chamb. Action:

Proposed Amd.:
Sub. Bill For.:

Date: April 23, 2010	2:59 PM	Author: RICHMOND
Dept./Agy.: LCTCS		
Subject: Adult Education program		Analyst: Kristy F. Gary

EDUCATION/ADULT EG SEE FISC NOTE GF EX See Note Page 1 of 1

Eliminates the division of adult and community education within the Dept. of Education and transfers the responsibility for adult education programs from BESE to LCTCS

The proposed legislation eliminates the division of adult and community education within the Department of Education and transfers the responsibility for adult education programs from the State Board of Elementary and Secondary Education to the Louisiana Community and Technical Colleges System (LCTCS).

EXPENDITURES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. According to the Louisiana Community and Technical College System (LCTCS) the transfer of the adult education program would be savings neutral. However, the proposed legislation requires LCTCS to fully fund the cost of a statewide adult education program. LCTCS and LFO presume the transferred funding will suffice; however, to the extent LCTCS discerns current funding is not sufficient additional funds for the adult education program may be necessary.

The FY 10-11 Executive Budget and HB 1 of the 2010 Regular Session transfers funding and eight positions for the Adult Education Program from the Department of Education to LCTCS Board of Supervisors. The FY 10-11 budget for the Adult Education Program and the amount budgeted to LCTCS is \$14,754,319 with the following means of finance:
State General Fund - \$4,946,612
Interagency Transfers (Federal TANF funds) - \$604,983
Federal Funds - \$9,202,724

In FY 09-10 of the total budget, \$2.1 million is allocated for administrative costs and \$12.6 million is allocated for flow through funding to the eligible providers. HCR 116 of the 2008 Regular Session requested the study of the feasibility and advisability of transferring the administration of the adult education programs from BESE and Department of Education (DOE) to LCTCS. A feasibility study by the National Center for Higher Education Management Systems (NCHEMS) was submitted to the Legislature in April 2009. According to NCHEMS, the postsecondary system, specifically LCTCS, is best positioned to contribute to solutions of the problem of adult learning deficiencies. The adult education program is outside the mainstream of the Department of Education, which is an agency focused on (in-school) education of youth rather than the (post-schooling) learning of adults. The Commission on Streamlining Government also recommended transferring the program to LCTCS.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate	Dual Referral Rules	House	
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost		<input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease	H. Gordon Monk Legislative Fiscal Officer